GOVERNMENT OF ANDHRA PRADESH

ABTRACT

Visakhapatnam Chennai Industrial Corridor Development Program (VCICDP) – Permission for creation of Project Development Fund, with an Investment of Rs.66.00Crs. (USD10.00Millions) for Operationalization of the Project Development Facility – Accorded – Orders - Issued

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INDUSTRIES AND COMMERCE (INRFA) DEPARTMENT

G.O.RT.No. 171 Dated: 20-06-2018

Red the following:-

1. Loan Agreement of VCICDP, Dt.23.02.2017
2. Aide Memoire of ADB Mission from 30.05.2017 to 06.06.2017
3. Govt., Memo No. 8792/INFRA/A2/2017, Dt.12.10.2017
4. From the Commissioner & Project Director, VCICDP PMU, 15/1/2014/11427/VCIC-PDM, Dated:23.05.2018.

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Order

In the reference 4th read above, the Commissioner of Industries has stated that as per the Loan Agreement signed by Government of Andhra Pradesh, Government of India and Asian Development Bank on 23rd February 2018 a roadmap for Project Development Mechanism has to be prepared for advance preparation of the projects to be implemented in VCICDP.

2. In the reference 3rd read above, Govt., have approved the roadmap for the Project Development Mechanism. As per the approved road map, the Project Development Mechanism will be supported by Project Development Facility (PDF) to fund project preparation activities.

3. The Commissioner of Industries & Project Director, Project Management Unit (PMU), VCICDP, Vijayawada has requested the Government to issue necessity orders for creation of Project Development Fund, with an Investment of Rs.66.00Crs. (USD10.00Millions) for Operationalization of the Project Development Facility

4. Government after careful consideration of the proposal, hereby accord permission to Commissioner of Industries & Project Director, Project Management Unit (PMU), VCICDP, Vijayawada for creation of Project Development Fund with an Investment of Rs.66.00Crs. (USD10.00Millions) and also accorded permission for release of Rs.66.00Crs. (USD10.00Millions) (Rupees Sixty six crores only) for Operationalization of the Project Development Facility.

5. The Project Director, Project Management Unit (PMU), Visakhapatnam Chennai Industrial Corridor (VCIC) shall maintain a Project Development Mechanism (PDM) and adjust the total amount as ordered in para.4 above into the PD Account and will make payments to the agencies from the PD Account.

6. The Project Director, PMU, VCICDP is authorized to manage the fund and make payments to the Appointed Consultant based on the provisions of this Government Order.

7. The process flow for project preparation under Project Development Mechanism:

a. The PMU will select projects and enlist them under the 'Eligible Projects' list as defined in the approved road map vide reference 3rd above.;
b. The PMU shall maintain a panel of consultants for relevant tasks, and standardize processes for contracting of the consultants ("Appointed Consultants");

(P.T.O)

c. The Appointed Consultants to undertake project preparation activities such as:

   i. Feasibility studies including techno economic assessments
   ii. Surveys and investigations
   iii. Engineering design of projects
   iv. Capacity building support to government agencies
   v. Support for policy, regulatory and governance reforms.

d. The project documents to be prepared by the Appointed Consultant should meet the requirements of standards prescribed by the relevant agencies and applicable laws. PMU will be responsible for monitoring the performance of consultants and will share with the relevant Project Implementation Units (PIUs), the documents prepared by the Appointed Consultants. PIUs to provide comments on the documents within 15 (fifteen) days of receipt of the documents from PMU, failing which will be considered as deemed approved ("PIU Approval").
e. The Project Director, PMU to authorize disbursement of the payments to the Appointed Consultants after the PIU Approval.
f. The Authorized disbursements will include the total cost of Appointed Consultants including any taxes, other project expenses as decided by Project Director on a case to case basis.
g. PMU shall handover the final technical and/ or contract documents to the respective PIUs on for further course of action.
h. Payments made to the Appointed Consultants shall be replenished by the respective PIUs as and when such budget provisions / any other allocations are
i. received by the PIUs
j. All other provisions are as per the per the approved road map vide reference 3rd above.

8. The Commissioner of Industries & Project Director, Project Management Unit (PMU), VCICDP, Vijayawada shall take further necessary action in the matter accordingly.

9. This order is issued with concurrence of Finance (PMU) Department vide their U.O. No.28021/11/Fin.PMU/2018, Dated:16/06/2018

(BY ORDER IN THE NAME OF THE GOVERNMENT OF ANDHRA PRADESH)

S. SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT & CIP

To
The Commissioner of Industries & PD, PMU, VCICDP, Vijayawada,
Copy to:
The Finance (PMU/FMU-Rev-I&C) Dept.,
The Pay & Accounts Officer, Vijayawada
The Director of Treasures & Accounts, Vijayawada
The P.S. to Minister for Industries,
The P.S. to Prl.Secy. to CM (GSP)
Sc/Sf

//FORWARDED BY: ORDER//

SECTION OFFICER